

C. DUKES SCOTT  
EXECUTIVE DIRECTOR

1401 Main Street, Suite 900  
Columbia, SC 29201



Phone: (803) 737-0800  
Fax: (803) 737-0986

DAN F. ARNETT  
CHIEF OF STAFF

JOHN W. FLITTER  
DIRECTOR  
ELECTRIC & GAS REGULATION

April 12, 2012

**VIA ELECTRONIC FILING**

Jocelyn G. Boyd  
Chief Clerk & Administrator  
**Public Service Commission of South Carolina**  
101 Executive Center Drive  
Columbia, South Carolina 29210

Re: Negotiated Gas Redelivery Agreements between Piedmont Natural Gas Company, Inc.  
and Michelin North America, Inc. (Spartanburg)  
**Docket Number 2012-148-G and**

Negotiated Gas Redelivery Agreements between Piedmont Natural Gas Company, Inc.  
and Michelin North America, Inc. (Greenville)  
Piedmont Natural Gas Company, Inc.  
**Docket No. 2012-149-G**

Dear Ms. Boyd:

Please allow this correspondence to serve as notification that the Office of Regulatory Staff ("ORS") does not oppose approval of the negotiated gas redelivery agreements of Piedmont Natural Gas Company, Inc. ("Piedmont" or "Company") filed with the Public Service Commission of South Carolina ("Commission") dated April 3, 2012. ORS has reviewed the confidential agreements, discussed these agreements with Piedmont staff, understands the terms, conditions and charges of the agreements, and believes that they are not contrary to the public interest. If the Commission approves the effective date of the agreements stated on page 2, section 1.12, ORS requests that Piedmont's other customers be held harmless for the differential between the tariff rate margin revenue and the margin revenue in the negotiated agreements during the time period between the effective date of the agreements and the date of Commission approval.

Additionally, ORS does not oppose Piedmont's request that the agreements be treated as confidential and maintained under seal by the Commission.

(Continued...)

Jocelyn G. Boyd


April 12, 2012

Page 2 of 2

---

Thank you for your consideration in this matter. If you have any questions, please do not hesitate to call me.

Sincerely,



John W. Flitter

cc: Dan F. Arnett  
Nanette S. Edwards, Esquire  
Scott M. Tyler, Esquire  
James H. Jeffries IV, Esquire  
Matthew D. Lincoln, Esquire  
David Carpenter  
Pia Powers  
Kally Couzens